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SENATE BILL 6039

State of Washington 57th Legislature 2001 Regular Session

By Senators Honeyford, Hale, Deccio, Parlette, Morton, Hochstatter, Hewitt and Stevens

Read first time 02/15/2001. Referred to Committee on Environment, Energy & Water.

- AN ACT Relating to water resources; amending RCW 77.85.050, 1 2 90.82.040, 90.82.130, 90.80.100, 90.80.130, 90.80.010, 90.80.070, 3 90.80.120, 90.80.140, 90.80.050, 90.03.380, 90.66.040, 90.66.060, 4 90.14.140, 90.38.020, 90.38.040, 90.42.040, 90.42.080, 90.03.330, 90.14.043, 90.14.160, 90.14.170, 5 90.44.100, 90.03.390, 90.14.180, 90.46.005, 90.46.010, 90.03.252, and 90.44.062; adding a new section to 6 7 chapter 90.80 RCW; adding new sections to chapter 90.03 RCW; adding a new section to chapter 90.66 RCW; adding a new section to chapter 90.46 8 RCW; creating new sections; and declaring an emergency.
- 10 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 11 **Sec. 1.** RCW 77.85.050 and 1999 sp.s. c 13 s 11 are each amended to 12 read as follows:
- (1)(a) Counties, cities, and tribal governments must jointly designate, by resolution or by letters of support, the area for which a habitat project list is to be developed and the lead entity that is to be responsible for submitting the habitat project list. No project included on a habitat project list shall be considered mandatory in nature and no private landowner may be forced or coerced into participation in any respect. The lead entity may be a county, city,

p. 1 SB 6039

- 1 conservation district, special district, tribal government, or other 2 entity.
- (b) In lieu of the requirements of (a) of this subsection, a lead 3 4 agency under chapter 90.82 RCW may serve as the lead entity under the provisions of this chapter and be responsible for submitting the 5 habitat project list for the geographical planning area within the 6 7 jurisdiction of the planning unit if (i) a habitat component is 8 selected under RCW 90.82.100; (ii) a watershed assessment has been 9 completed under RCW 90.82.040(2)(a)(ii); and (iii) a ranked list of projects and activities has been prepared that warrant immediate 10
- (c) The lead entity shall establish a committee that consists of representative interests of counties, cities, conservation districts, tribes, environmental groups, business interests, landowners, citizens, volunteer groups, regional fish enhancement groups, and other habitat interests. The purpose of the committee is to provide a citizen-based evaluation of the projects proposed to promote salmon habitat. The technical review team may provide the lead entity with organizational

financial assistance consistent with RCW 90.82.110.

models that may be used in establishing the committees.

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- (((c))) (d) The committee shall compile a list of habitat projects, establish priorities for individual projects, define the sequence for project implementation, and submit these activities as the habitat project list. The committee shall also identify potential federal, state, local, and private funding sources.
- 25 (2) The area covered by the habitat project list must be based, at a minimum, on a WRIA, combination of WRIAs, or any other area as agreed to by the counties, cities, and tribes in resolutions or in letters of support meeting the requirements of this subsection. Preference will be given to projects in an area that contain a salmon species that is listed or proposed for listing under the federal endangered species act.
- 32 (3) The lead entity shall submit the habitat project list to the 33 technical review team in accordance with procedures adopted by the 34 board.
- 35 **Sec. 2.** RCW 90.82.040 and 1998 c 247 s 1 are each amended to read 36 as follows:
- 37 (1) Once a WRIA planning unit has been initiated under RCW 38 90.82.060 and a lead agency has been designated, it shall notify the

- department and may apply to the department for funding assistance for conducting the planning. Funds shall be provided from and to the extent of appropriations made by the legislature to the department expressly for this purpose.
- 5 (2)(a) Each planning unit that has complied with subsection (1) of 6 this section is eligible to receive watershed planning grants in the 7 following amounts for three phases of watershed planning:
- 8 ((\(\frac{(a)}{a}\))) (i) Initiating governments may apply for an initial 9 organizing grant of up to fifty thousand dollars for a single WRIA or 10 up to seventy-five thousand dollars for a multi-WRIA management area in 11 accordance with RCW 90.82.060(4);
- (((b))) <u>(ii)</u> A planning unit may apply for up to two hundred 12 13 thousand dollars for each WRIA in the management area for conducting 14 watershed assessments in accordance with RCW 90.82.070, except that a 15 planning unit whose initiating governments choose to include an instream flow, water quality, or habitat component in accordance with 16 RCW 90.82.080 through 90.82.100 may apply for additional funds to 17 18 conduct assessments of up to one hundred thousand dollars for each 19 component included; and
- ((\(\frac{(c)}{c}\))) (iii) A planning unit may apply for up to two hundred fifty thousand dollars for each WRIA in the management area for developing a watershed plan and making recommendations for actions by local, state, and federal agencies, tribes, private property owners, private organizations, and individual citizens, including a recommended list of strategies and projects that would further the purpose of the plan in accordance with RCW 90.82.060 through 90.82.100.

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- (b) A planning unit may request a different amount for phase two or phase three of watershed planning than is specified in (a) of this subsection, provided that the total amount of funds awarded do not exceed the maximum amount the planning unit is eligible for under (a) of this subsection. The department shall not approve an alternate allocation of funds unless the planning unit demonstrates that an alternate allocation will not impair the unit's ability to complete a plan in accordance with this chapter.
- 35 (3)(a) The department shall use the eligibility criteria in this 36 subsection (3) instead of rules, policies, or guidelines when 37 evaluating grant applications at each stage of the grants program.
- 38 (b) In reviewing grant applications under this subsection (3), the 39 department shall evaluate whether:

p. 3 SB 6039

- 1 (i) The planning unit meets all of the requirements of this 2 chapter;
- 3 (ii) The application demonstrates a need for state planning funds 4 to accomplish the objectives of the planning process; and
- 5 (iii) The application and supporting information evidences a 6 readiness to proceed.
- 7 (c) In ranking grant applications submitted at each stage of the 8 grants program, the department shall give preference to applications in 9 the following order of priority:
- 10 (i) Applications from existing planning groups that have been in 11 existence for at least one year;
- (ii) Applications that address protection and enhancement of fish habitat in watersheds that have aquatic fish species listed or proposed to be listed as endangered or threatened under the federal endangered species act, 16 U.S.C. Sec. 1531 et seq. and for which there is evidence of an inability to supply adequate water for population and economic growth from:
- 18 (A) First, multi-WRIA planning; and
- 19 (B) Second, single WRIA planning;
- (iii) Applications that address protection and enhancement of fish habitat in watersheds or for which there is evidence of an inability to supply adequate water for population and economic growth from:
 - (A) First, multi-WRIA planning; and
- 24 (B) Second, single WRIA planning.

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- 25 (d) The department may not impose any local matching fund 26 requirement as a condition for grant eligibility or as a preference for 27 receiving a grant.
- 28 (4) The department may retain up to one percent of funds allocated 29 under this section to defray administrative costs.
- 30 (5) Planning under this chapter should be completed as 31 expeditiously as possible, with the focus being on local stakeholders 32 cooperating to meet local needs.
- 33 (6) Funding provided under this section shall be considered a 34 contractual obligation against the moneys appropriated for this 35 purpose.
- 36 **Sec. 3.** RCW 90.82.130 and 1998 c 247 s 9 are each amended to read 37 as follows:

(1)(a) Upon completing its proposed watershed plan, the planning unit may approve the proposal by consensus of all of the members of the planning unit or by consensus among the members of the planning unit appointed to represent units of government and a majority vote of the nongovernmental members of the planning unit.

- (b) If the proposal is approved by the planning unit, the unit shall submit the proposal to the counties with territory within the management area. If the planning unit has received funding beyond the initial fifty thousand dollars under RCW 90.82.040, such a proposal approved by the planning unit shall be submitted to the counties within four years of the date ((the)) that funds beyond the initial funding ((was)) were first ((received)) expended by the planning unit.
- 13 (c) If the watershed plan is not approved by the planning unit, the 14 planning unit may submit the components of the plan for which agreement 15 is achieved using the procedure under (a) of this subsection, or the 16 planning unit may terminate the planning process.
 - (2)(a) The legislative authority of each of the counties with territory in the management area shall provide public notice of and conduct at least one public hearing on the proposed watershed plan submitted under this section. After the public hearings, the legislative authorities of these counties shall convene in joint session to consider the proposal. The counties may approve or reject the proposed watershed plan for the management area, but may not amend it. Approval of such a proposal shall be made by a majority vote of the members of each of the counties with territory in the management area.
 - (b) If a proposed watershed plan is not approved, it shall be returned to the planning unit with recommendations for revisions. Approval of such a revised proposal by the planning unit and the counties shall be made in the same manner provided for the original watershed plan. If approval of the revised plan is not achieved, the process shall terminate.
 - (3) The planning unit shall not add an element to its watershed plan that creates an obligation unless each of the governments to be obligated has at least one representative on the planning unit and the respective members appointed to represent those governments agree to adding the element that creates the obligation. A member's agreeing to add an element shall be evidenced by a recorded vote of all members of the planning unit in which the members record support for adding the

p. 5 SB 6039

- 1 element. If the watershed plan is approved under subsections (1) and
- 2 (2) of this section and the plan creates obligations: (a) For agencies
- 3 of state government, the agencies shall adopt by rule the obligations
- 4 of both state and county governments and rules implementing the state
- 5 obligations, the obligations on state agencies are binding upon
- 6 adoption of the obligations into rule, and the agencies shall take
- 7 other actions to fulfill their obligations as soon as possible; or (b)
- 8 for counties, the obligations are binding on the counties and the
- 9 counties shall adopt any necessary implementing ordinances and take
- 10 other actions to fulfill their obligations as soon as possible.
- 11 (4) As used in this section, "obligation" means any action required
- 12 as a result of this chapter that imposes upon a tribal government,
- 13 county government, or state government, either: A fiscal impact; a
- 14 redeployment of resources; or a change of existing policy.
- 15 **Sec. 4.** RCW 90.80.100 and 1997 c 441 s 13 are each amended to read
- 16 as follows:
- Neither the county ((nor)), the department, a conservancy board, or
- 18 <u>its employees, nor individual conservancy board commissioners</u> shall be
- 19 subject to any cause of action or claim for damages arising out of
- 20 proposed decisions on transfers ((approved)) made by a board under this
- 21 chapter.
- 22 **Sec. 5.** RCW 90.80.130 and 1997 c 441 s 17 are each amended to read
- 23 as follows:
- 24 Water conservancy board activities are subject to the open public
- 25 meetings act, chapter 42.30 RCW and to chapter 42.32 RCW.
- NEW SECTION. Sec. 6. A new section is added to chapter 90.80 RCW
- 27 to read as follows:
- 28 (1) A board is subject to the requirements of chapter 42.17 RCW.
- 29 Each board must establish and maintain records of its proceedings and
- 30 determinations. While in the possession of the board, all such records
- 31 must be made available for inspection and copies must be provided to
- 32 the public on request under the provisions of chapter 42.17 RCW.
- 33 (2) Upon the conclusion of its business involving a water right
- 34 transfer application, a board must promptly send the original copies of
- 35 all records relating to that application to the department for
- 36 recordkeeping. A board may keep a copy of the original documents.

- 1 After the records are transferred to the department, the responsibility
- 2 for making the records available under chapter 42.17 RCW is transferred
- 3 to the department.
- 4 <u>NEW SECTION.</u> **Sec. 7.** It is the intent of the legislature, through
- 5 the provisions of this act, to clarify existing law. Namely, the
- 6 legislature intends to clarify the existing law and the authority of
- 7 the department of ecology and water conservancy boards.
- 8 **Sec. 8.** RCW 90.80.010 and 1997 c 441 s 2 are each amended to read 9 as follows:
- The following definitions apply throughout this chapter, unless the context clearly requires otherwise.
- 12 (1) "Board" means a water conservancy board created under this 13 chapter.
- 14 (2) "Commissioner" means a member of a water conservancy board.
- 15 (3) "Department" means the department of ecology.
- 16 (4) "Director" means the director of the department of ecology.
- 17 <u>(5) "Transfer" means a transfer, change, or amendment to a water</u>
- 18 right referred to in RCW 90.03.380, 90.03.390, or 90.44.100.
- 19 **Sec. 9.** RCW 90.80.070 and 1997 c 441 s 9 are each amended to read 20 as follows:
- 21 (1) Applications to the board for transfers shall be made on a form
- 22 provided by the department, and shall contain such additional
- 23 information as may be required by the board in order to review and act
- 24 upon the application. At a minimum, the application shall include
- 25 information sufficient to establish to the board's satisfaction of the
- 26 transferor's right to the quantity of water being transferred, and a
- 27 description of any applicable limitations on the right to use water,
- 28 including the point of diversion or withdrawal, place of use, source of
- 29 supply, purpose of use, quantity of use permitted, time of use, period
- 30 of use, and the place of storage.
- 31 (2) The transferor and the transferee of any proposed water
- 32 transfer may apply to a board for approval of the transfer if the water
- 33 proposed to be transferred is currently diverted, withdrawn, or used
- 34 within the geographic boundaries of the county, or would be diverted,
- 35 <u>withdrawn</u>, or used within the geographic boundaries of the county if
- 36 the transfer is approved. In the case of a proposed water transfer in

p. 7 SB 6039

- which the water is currently diverted or withdrawn or would be diverted 1 or withdrawn outside the geographic boundaries of the county, the board 2 shall hold a public hearing in the county of the diversion or 3 4 <u>withdrawal</u> or proposed diversion <u>or withdrawal</u>. The board shall provide for prominent publication of notice of such hearing in a 5 newspaper of general circulation published in the county in which the 6 7 hearing is to be held for the purpose of affording an opportunity for 8 interested persons to comment upon the application.
- 9 (3) After an application for a transfer is filed with the board, 10 the board shall publish notice of the application in accordance with the publication requirements and send notice to state agencies as 11 provided in RCW 90.03.280. Any person may submit comments to the board 12 13 regarding the application. Any water right holder claiming detriment or injury to an existing water right may intervene in the application 14 15 before the board pursuant to subsection (4) of this section. 16 majority of the board determines that the application is complete, in 17 accordance with the law and the transfer can be made without injury or detriment to existing water rights in accordance with RCW 90.03.380, 18 19 90.03.390, or 90.44.100, the board shall issue the applicant a 20 certificate conditionally approving the transfer, subject to review by the director. 21
 - (4) If a water right holder claims a proposed transfer will cause an impairment to that right, the water right holder is entitled to a hearing before the board. The board shall receive such evidence as it deems material and necessary to determine the validity of the claim of impairment. If the party claiming the impairment establishes by a preponderance of the evidence that his or her water right will be impaired by the proposed transfer, the board may not approve the transfer unless the applicant and the impaired party agree upon compensation for the impairment.
- 31 **Sec. 10.** RCW 90.80.120 and 1997 c 441 s 16 are each amended to 32 read as follows:
- 33 (1) A commissioner of a water conservancy board who has an 34 ownership interest in a water right subject to an application for 35 approval of a transfer ((or change)) by the board, shall not 36 participate in the board's review or decision upon the application.
- 37 (2) A commissioner of a water conservancy board who also serves as 38 an employee or upon the governing body of a municipally owned water

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- 1 system, shall not participate in the board's review or decision upon an
- 2 application for the transfer ((or change)) of a water right in which
- 3 that water system has or is proposed to have an ownership interest.
- 4 **Sec. 11.** RCW 90.80.140 and 1997 c 441 s 18 are each amended to 5 read as follows:
- Nothing in this chapter affects transfers that may be otherwise approved under chapter 90.03 or 90.44 RCW.
- 8 **Sec. 12.** RCW 90.80.050 and 1997 c 441 s 6 are each amended to read 9 as follows:

A water conservancy board constitutes a public body corporate and 10 11 politic and a separate unit of local government in the state. board shall consist of three commissioners appointed by the county 12 13 legislative authority for six-year terms. The county legislative authority shall stagger the initial appointment of commissioners so 14 that the first commissioners who are appointed shall serve terms of 15 two, four, and six years, respectively, from the date of their 16 17 appointment. In any county with a population over five hundred thousand as of December 31, 2000, the county legislative authority may 18 appoint two additional commissioners, for a total of five. If the 19 county elects to appoint five commissioners, the initial terms of the 20 additional commissioners shall be for three and five-year terms 21 22 respectively. All vacancies shall be filled for the unexpired term. 23 The county legislative authority shall consider, but is not limited in 24 appointing, nominations to the board by people or entities petitioning or requesting the creation of the board. 25 However, the county legislative authority shall ensure that individual water right holders 26 27 who divert water for use within the county are represented on the 28 In making appointments to the board, the county legislative 29 authority shall choose from among persons who are residents of the county or a county that is contiguous to the county that the water 30 conservancy board is to serve. No commissioner may participate in 31 32 board decisions until he or she has successfully completed the necessary training required under RCW 90.80.040. Commissioners shall 33 serve without compensation, but are entitled to reimbursement for 34 35 necessary travel expenses in accordance with RCW 43.03.050 and 36 43.03.060 and costs incident to training.

p. 9 SB 6039

NEW SECTION. Sec. 13. The legislature finds that the current 1 2 backlog of pending water rights applications is unacceptable and that 3 it is essential to facilitate more expeditious processing and eliminate 4 the backlog as soon as possible. Agriculture, business, 5 individuals are unable to carry out plans and are suffering economic harm because of the delay in processing water rights applications. By 6 7 this act, the legislature intends to remove some of the complexity in 8 the processing of water rights applications that is the result of 9 judicial interpretations of existing law and, thereby, to make 10 processing itself more expeditious and, also, to make the law more and, thereby, to help avoid additional delay caused by 11 litigation. The legislature intends to allow pending applications for 12 changes, transfers, or amendments of existing water rights to be 13 processed independently of pending applications for new water rights 14 15 and without regard to possible impairment of pending applications for 16 new water rights for the same source of supply. The legislature 17 intends to address both surface water and ground water and does not intend to divert resources away from or in any other way to deter the 18 19 processing of applications for new water rights.

20 **Sec. 14.** RCW 90.03.380 and 1997 c 442 s 801 are each amended to 21 read as follows:

(1) The right to the use of water which has been applied to a beneficial use in the state shall be and remain appurtenant to the land or place upon which the same is used: PROVIDED, HOWEVER, That the right may be transferred to another or to others and become appurtenant to any other land or place of use without loss of priority of right theretofore established if such change can be made without detriment or injury to existing rights. The point of diversion of water for beneficial use or the purpose of use may be changed, if such change can be made without detriment or injury to existing rights.

(a) A change in the place of use, point of diversion, and/or purpose of use of a water right to enable irrigation of additional acreage or the addition of new uses may be permitted if such change results in no increase in the ((annual consumptive)) quantity of water used or previously used before implementation of water distribution and use efficiency measures under the water right. ((For purposes of this section, "annual consumptive quantity" means the estimated or actual annual amount of water diverted pursuant to the water right, reduced by

SB 6039 p. 10

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the estimated annual amount of return flows, averaged over the most
recent five-year period of continuous beneficial use of the water
right.))

- (b) Before any transfer of such right to use water or change of the point of diversion of water or change of purpose of use can be made, any person having an interest in the transfer or change, shall file a written application therefor with the department, and the application shall not be granted until notice of the application is published as provided in RCW 90.03.280. If it shall appear that such transfer or such change may be made without injury or detriment to existing rights, the department shall issue to the applicant a certificate in duplicate granting the right for such transfer or for such change of point of diversion or of use. The certificate so issued shall be filed and be made a record with the department and the duplicate certificate issued to the applicant may be filed with the county auditor in like manner and with the same effect as provided in the original certificate or permit to divert water.
- (2) If an application for change proposes to transfer water rights from one irrigation district to another, the department shall, before publication of notice, receive concurrence from each of the irrigation districts that such transfer or change will not adversely affect the ability to deliver water to other landowners or impair the financial integrity of either of the districts.
 - (3) A change in place of use by an individual water user or users of water provided by an irrigation district need only receive approval for the change from the board of directors of the district if the use of water continues within the irrigation district, and when water is provided by an irrigation entity that is a member of a board of joint control created under chapter 87.80 RCW, approval need only be received from the board of joint control if the use of water continues within the area of jurisdiction of the joint board and the change can be made without detriment or injury to existing rights.
 - (4) This section shall not apply to trust water rights acquired by the state through the funding of water conservation projects under chapter 90.38 RCW or RCW 90.42.010 through 90.42.070. Subsection (1)(a) of this section does not apply to and shall not be construed as providing any limitation to the transfers, changes, or amendments of water rights established under the authority of a family farm permit that are authorized under section 17 of this act.

p. 11 SB 6039

- (5) Until June 30, 2008, pending applications for new water rights are not entitled to protection from impairment, injury, or detriment when an application for a change, transfer, or amendment of an existing surface or ground water right is considered.
- 5 (6) Until June 30, 2008, applications relating to existing surface 6 or ground water rights may be processed and decisions on them rendered 7 independently of processing and rendering decisions on pending 8 applications for new water rights within the same source of supply 9 without regard to the date of filing of the pending applications for 10 new water rights.
- 11 (7) Beginning January 1, 2002, and ending January 1, 2004, the
 12 department shall report to the legislature by January 1st of each year
 13 on the results of processing applications under subsections (5) and (6)
 14 of this section and, in the report due on January 1, 2004, provide an
 15 evaluation and make recommendations regarding modification of any of
 16 the provisions of these subsections.
- 17 (8) No applicant for a change, transfer, or amendment of a surface
 18 or ground water right may be required to give up any part of the
 19 applicant's valid water right or claim to a state agency, the trust
 20 water rights program, or to other persons as a condition of processing
 21 or approving the application.
- 22 (9) The department must process all applications relating to
 23 existing surface or ground water rights for the same source of supply
 24 according to priority date. Additionally, the department must process
 25 all applications for new water rights for the same source of supply
 26 according to priority date.
- (10) The right to use water for any beneficial use within the 27 general category of an agricultural use includes the right to use the 28 29 water, without applying to the department or any other governmental 30 entity for approval, for any other beneficial use within the general category of an agricultural use. The general category of an 31 agricultural use of water includes, but is not limited to, the 32 beneficial use of water for stock watering, agricultural irrigation, 33 34 agricultural frost control, processing agricultural commodities into
- NEW SECTION. **Sec. 15.** A new section is added to chapter 90.03 RCW to read as follows:

agricultural products, and other agricultural uses.

SB 6039 p. 12

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- 1 After June 30, 2008, any right acquired or obligation or liability
- 2 incurred or any rule adopted or other order under RCW 90.03.380 (5) and
- 3 (6) remains valid and does not affect any proceeding instituted under
- 4 RCW 90.03.380 (5) or (6).
- 5 <u>NEW SECTION.</u> **Sec. 16.** A new section is added to chapter 90.03 RCW 6 to read as follows:
- 7 Nothing in this chapter authorizes the processing of applications
- 8 relating to existing water rights to stop the processing of
- 9 applications for new water rights. The processing of applications
- 10 assigned priority by rule may not stop the processing of other
- 11 applications, and at least half of the resources available to the
- 12 department must be devoted to the processing of nonpriority
- 13 applications.
- NEW SECTION. Sec. 17. A new section is added to chapter 90.66 RCW to read as follows:
- 16 (1) Transfers of water rights established under the authority of 17 family farm permits may be approved as authorized under this section 18 and under RCW 90.03.380, 90.03.390, or 90.44.100 as appropriate.
- 19 (2) A water right established under the authority of a family farm 20 permit may be transferred:
- 21 (a) For use for agricultural irrigation purposes as limited by RCW 22 90.66.060 (1) and (2) except as provided in RCW 90.66.060(3);
- (b) To any purpose of use that is a beneficial use of water if the transfer is made exclusively under a lease agreement, except that transfers for the use of water for agricultural irrigation purposes shall be limited as provided by RCW 90.66.060 (1) and (2);
- (c) To any purpose of use that is a beneficial use of water if the water right is for the use of water at a location that is, immediately before the transfer is approved, within the boundaries of a city or town or within the boundaries of an urban growth area designated under chapter 36.70A RCW, except that transfers for the use of water for agricultural irrigation purposes shall be limited as provided by RCW 90.66.060 (1) and (2).
- 34 (3) If a portion of the water governed by a water right established 35 under the authority of a family farm permit is made surplus to the 36 beneficial uses exercised under the right through the implementation of 37 practices or technologies, including but not limited to conveyance

p. 13 SB 6039

- practices or technologies, which are more efficient or more water-use efficient than those under which the right was perfected, the right to use the surplus water may be transferred to any purpose of use that is a beneficial use of water. Nothing in this subsection authorizes: A transfer of the portion of a water right that is necessary for the production of crops historically grown under the right; or a transfer of a water right or a portion of a water right that has not been perfected through beneficial use before the transfer.
- 9 (4) The authority granted by this section to transfer or alter the 10 purpose of use of a water right established under the authority of a 11 family farm permit shall not be construed as limiting in any manner the 12 authority granted by RCW 90.03.380, 90.03.390, or 90.44.100 to alter 13 other elements of such a water right.
- 14 **Sec. 18.** RCW 90.66.040 and 1979 c 3 s 4 are each amended to read 15 as follows:
- For the purposes of this chapter, the following definitions shall be applicable:
- (1) "Family farm" means a geographic area including not more than two thousand acres of irrigated agricultural lands, whether contiguous or noncontiguous, the controlling interest in which is held by a person having a controlling interest in no more than two thousand acres of irrigated agricultural lands in the state of Washington which are irrigated under rights acquired after December 8, 1977.
- (2) "Person" means any individual, corporation, partnership, limited partnership, organization, or other entity whatsoever, whether public or private. The term "person" shall include as one person all corporate or partnership entities with a common ownership of more than one-half of the assets of each of any number of such entities.
 - (3) "Controlling interest" means a property interest that can be transferred to another person, the percentage interest so transferred being sufficient to effect a change in control of the landlord's rights and benefits. Ownership of property held in trust shall not be deemed a controlling interest where no part of the trust has been established through expenditure or assignment of assets of the beneficiary of the trust and where the rights of the family farm permit which is a part of the trust cannot be transferred to another by the beneficiary of the trust under terms of the trust. Each trust of a separate donor origin shall be treated as a separate entity and the administration of

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- 1 property under trust shall not represent a controlling interest on the 2 part of the trust officer.
- 3 (4) "Department" means the department of ecology of the state of 4 Washington.
- 5 (5) "Application", "permit" and "public waters" shall have the 6 meanings attributed to these terms in chapters 90.03 and 90.44 RCW.
- 7 (6) "Public water entity" means any public or governmental entity 8 with authority to administer and operate a system to supply water for 9 irrigation of agricultural lands.
- 10 <u>(7) "Transfer" means a transfer, change, or amendment to a water</u>
 11 right referred to in RCW 90.03.380, 90.03.390, or 90.44.100.
- 12 <u>(8) "Withdraw" means to withdraw ground water or to divert surface</u>
 13 water.
- 14 **Sec. 19.** RCW 90.66.060 and 1979 c 3 s 6 are each amended to read 15 as follows:
- (1) Except as provided in subsections (2) and (3) of this section, the right to withdraw water for use for the irrigation of agricultural lands under authority of a family farm permit shall have no time limit ((but)) and shall be conditioned upon the land being irrigated complying with the definition of a family farm as defined at the time the permit is issued((: PROVIDED, HOWEVER, That)).

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- (2) If the acquisition by any person of land and water rights by gift, devise, bequest, or by way of bona fide satisfaction of a debt, would otherwise cause land being irrigated pursuant to a family farm permit to lose its status as a family farm, such acquisition shall be deemed to have no effect upon the status of family farm water permits pertaining to land held or acquired by the person acquiring such land and water rights if all lands held or acquired are again in compliance with the definition of a family farm within five years from the date of such acquisition.
- $((\frac{1}{2}))$ If the department determines that water is being withdrawn under a family farm permit for use on land not in conformity with the definition of a family farm, the department shall notify the holder of such family farm permit by personal service of such fact and the permit shall be suspended two years from the date of receipt of notice unless the person having a controlling interest in said land satisfies the department that such land is again in conformity with the definition of a family farm. The department may, upon a showing of good cause and

p. 15 SB 6039

- 1 reasonable effort to attain compliance on the part of the person having
- 2 the controlling interest in such land, extend the two year period prior
- 3 to suspension. If conformity is not achieved prior to five years from
- 4 the date of notice the rights of withdrawal shall be canceled.
- 5 (3) This section does not apply in any manner whatsoever to a
- 6 transfer of surplus water authorized by section 17(3) of this act;
- 7 however, this section does apply to other transfers of a water right
- 8 <u>established under the authority of a family farm permit to the extent</u>
- 9 that the transfer is to a use of water for agricultural irrigation
- 10 purposes.
- 11 **Sec. 20.** RCW 90.14.140 and 1998 c 258 s 1 are each amended to read
- 12 as follows:
- 13 (1) For the purposes of RCW 90.14.130 through 90.14.180,
- 14 "sufficient cause" shall be defined as the nonuse of all or a portion
- 15 of the water by the owner of a water right for a period of ((five)) ten
- 16 or more consecutive years where such nonuse occurs as a result of:
- 17 (a) Drought, or other unavailability of water;
- 18 (b) Active service in the armed forces of the United States during
- 19 military crisis;
- 20 (c) Nonvoluntary service in the armed forces of the United States;
- 21 (d) The operation of legal proceedings;
- 22 (e) Federal or state agency leases of or options to purchase lands
- 23 or water rights which preclude or reduce the use of the right by the
- 24 owner of the water right;
- 25 (f) Federal laws imposing land or water use restrictions either
- 26 directly or through the voluntary enrollment of a landowner in a
- 27 federal program implementing those laws, or acreage limitations, or
- 28 production quotas.
- 29 (2) Notwithstanding any other provisions of RCW 90.14.130 through
- 30 90.14.180, there shall be no relinquishment of any water right:
- 31 (a) If such right is claimed for power development purposes under
- 32 chapter 90.16 RCW and annual license fees are paid in accordance with
- 33 chapter 90.16 RCW;
- 34 (b) If such right is used for a standby or reserve water supply to
- 35 be used in time of drought or other low flow period so long as
- 36 withdrawal or diversion facilities are maintained in good operating
- 37 condition for the use of such reserve or standby water supply;

- 1 (c) If such right is claimed for a determined future development to 2 take place either within fifteen years of July 1, 1967, or the most 3 recent beneficial use of the water right, whichever date is later;
- 4 (d) If such right is claimed for municipal water supply purposes 5 under chapter 90.03 RCW;
- 6 (e) If such waters are not subject to appropriation under the 7 applicable provisions of RCW 90.40.030; $((\frac{1}{2}))$
- 8 (f) If such right or portion of the right is leased to another 9 person for use on land other than the land to which the right is 10 appurtenant as long as the lessee makes beneficial use of the right in 11 accordance with this chapter and a transfer or change of the right has 12 been approved by the department in accordance with RCW 90.03.380,
- 13 90.03.383, 90.03.390, or 90.44.100<u>;</u>
- 14 (g) If such right is a trust water right under chapter 90.38 or 15 90.42 RCW; or
- (h) If such a right or portion of the right is authorized for a purpose that is satisfied by the use of agricultural industrial reclaimed water as authorized in section 34 of this act.
- 19 **Sec. 21.** RCW 90.38.020 and 1989 c 429 s 3 are each amended to read 20 as follows:
- (1)(a) The department may acquire water rights, including but not limited to storage rights, by purchase, gift, or other appropriate means other than by condemnation, from any person or entity or combination of persons or entities. Once acquired, such rights are trust water rights. A water right acquired by the state that is expressly conditioned to limit its use to instream purposes shall be administered as a trust water right in compliance with that condition.
- 29 <u>under the federal endangered species act (16 U.S.C. Sec. 1531 et seq.)</u>
 30 for a body of water, certain instream flows are needed for the species,

(b) If an aquatic species is listed as threatened or endangered

- 31 and the holder of a right to water from the body of water chooses to
- 32 <u>donate all or a portion of the person's water right to the trust water</u>
- 33 system to assist in providing those instream flows on a temporary or
- 34 permanent basis, the department shall accept the donation on such terms
- 35 as the person may prescribe as long as the donation satisfies the
- 36 requirements of subsection (4) of this section. Once accepted, such
- 37 rights are trust water rights within the conditions prescribed by the

38 <u>donor</u>.

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p. 17 SB 6039

- (2) The department may make such other arrangements, including 1 2 entry into contracts with other persons or entities as appropriate to 3 ensure that trust water rights acquired in accordance with this chapter 4 can be exercised to the fullest possible extent.
- 5 (3) The trust water rights may be acquired on a temporary or permanent basis. 6
- 7 (4) A water right donated under subsection (1)(b) of this section 8 shall not exceed the extent to which the water right was exercised 9 during any of the five years before the donation nor may the total of any portion of the water right remaining with the donor plus the donated portion of the water right exceed the extent to which the water right was exercised during any of the five years before the donation. 12 13 If, upon appeal from a determination by the department, it is found that exercising the trust water right resulting from the donation or 14 exercising a portion of that trust water right impairs existing water rights in violation of RCW 90.38.902, the donation shall be altered to 16 17 eliminate the impairment.
- (5) Any water right conveyed to the trust water right system that 18 19 is expressly conditioned to limit its use to instream purposes shall be managed by the department for public purposes to ensure that it 20 qualifies as a gift that is deductible for federal income taxation 21 purposes for the person or entity conveying the water right. 22
- 23 Sec. 22. RCW 90.38.040 and 1994 c 264 s 90 are each amended to read as follows: 24
- 25 (1) All trust water rights acquired by the department shall be placed in the Yakima river basin trust water rights program to be 26 managed by the department. The department shall issue a water right 27 certificate in the name of the state of Washington for each trust water 28 29 right it acquires.
- 30 (2) Trust water rights shall retain the same priority date as the water right from which they originated. Trust water rights may be 31 32 modified as to purpose or place of use or point of diversion, including 33 modification from a diversionary use to a nondiversionary instream use.
- 34 (3) Trust water rights may be held by the department for instream flows and/or irrigation use. 35
- 36 (4) A schedule of the amount of net water saved as a result of 37 water conservation projects carried out in accordance with this 38 chapter, shall be developed annually to reflect the predicted

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1 hydrologic and water supply conditions, as well as anticipated water 2 demands, for the upcoming irrigation season. This schedule shall serve 3 as the basis for the distribution and management of trust water rights 4 each year.

- 5 (5)(a) No exercise of a trust water right may be authorized unless the department first determines that no existing water rights, junior 6 7 or senior in priority, will be impaired as to their exercise or injured 8 in any manner whatever by such authorization. Before any trust water 9 right is exercised, the department shall publish notice thereof in a 10 newspaper of general circulation published in the county or counties in 11 which the storage, diversion, and use are to be made, and in such other 12 newspapers as the department determines are necessary, once a week for 13 two consecutive weeks. At the same time the department may also send notice thereof containing pertinent information to the director of fish 14 15 and wildlife.
- (b) Subsection (5)(a) of this section does not apply to a trust water right resulting from a donation for instream flows described in RCW 90.38.020(1). However, the department shall provide the notice described in (a) of this subsection the first time the trust water right resulting from the donation is exercised.
- 21 (6) RCW 90.03.380 and 90.14.140 through 90.14.910 shall have no 22 applicability to trust water rights held by the department under this 23 chapter or exercised under this section.
- 24 **Sec. 23.** RCW 90.42.040 and 1993 c 98 s 3 are each amended to read 25 as follows:
- (1) All trust water rights acquired by the state shall be placed in the state trust water rights program to be managed by the department. Trust water rights acquired by the state shall be held or authorized for use by the department for instream flows, irrigation, municipal, or other beneficial uses consistent with applicable regional plans for pilot planning areas, or to resolve critical water supply problems.

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(2) The department shall issue a water right certificate in the name of the state of Washington for each permanent trust water right conveyed to the state indicating the reach or reaches of the stream, the quantity, and the use or uses to which it may be applied. A superseding certificate shall be issued that specifies the amount of water the water right holder would continue to be entitled to as a result of the water conservation project. The superseding certificate

p. 19 SB 6039

- shall retain the same priority date as the original right. For nonpermanent conveyances, the department shall issue certificates or such other instruments as are necessary to reflect the changes in purpose or place of use or point of diversion or withdrawal. Water rights for which such nonpermanent conveyances are arranged shall not be subject to relinquishment for nonuse.
- 7 (3) A trust water right retains the same priority date as the water 8 right from which it originated, but as between them the trust right 9 shall be deemed to be inferior in priority unless otherwise specified 10 by an agreement between the state and the party holding the original 11 right.
- (4) Exercise of a trust water right may be authorized only if the department first determines that neither water rights existing at the time the trust water right is established, nor the public interest will be impaired. If impairment becomes apparent during the time a trust water right is being exercised, the department shall cease or modify the use of the trust water right to eliminate the impairment.
- (5) Before any trust water right is created or modified, the 18 19 department shall, at a minimum, require that a notice be published in 20 a newspaper of general circulation published in the county or counties in which the storage, diversion, and use are to be made, and in other 21 newspapers as the department determines is necessary, once a week for 22 23 two consecutive weeks. At the same time the department shall send a 24 notice containing pertinent information to all appropriate state 25 agencies, potentially affected local governments and federally 26 recognized tribal governments, and other interested parties.
- 27 (6) RCW 90.14.140 through 90.14.230 have no applicability to trust 28 water rights held by the department under this chapter or exercised 29 under this section.
- 30 (7) RCW 90.03.380 has no applicability to trust water rights 31 acquired by the state through the funding of water conservation 32 projects.
- 33 (8) Subsections (4) and (5) of this section do not apply to a trust
 34 water right resulting from a donation for instream flows described in
 35 RCW 90.42.080(1)(b). However, the department shall provide the notice
 36 described in subsection (5) of this section the first time the trust
 37 water right resulting from the donation is exercised.

- 1 **Sec. 24.** RCW 90.42.080 and 1993 c 98 s 4 are each amended to read 2 as follows:
- 3 (1)(a) The state may acquire all or portions of existing water rights, by purchase, gift, or other appropriate means other than by condemnation, from any person or entity or combination of persons or entities. Once acquired, such rights are trust water rights. A water right acquired by the state that is expressly conditioned to limit its use to instream purposes shall be administered as a trust water right in compliance with that condition.
- 10 (b) If an aquatic species is listed as threatened or endangered 11 under the federal endangered species act (16 U.S.C. Sec. 1531 et seq.) for a body of water, certain instream flows are needed for the species, 12 13 and the holder of a right to water from the body of water chooses to 14 donate all or a portion of the person's water right to the trust water 15 system to assist in providing those instream flows on a temporary or permanent basis, the department shall accept the donation on such terms 16 as the person may prescribe as long as the donation satisfies the 17 requirements of subsection (4) of this section. Once accepted, such 18 19 rights are trust water rights within the conditions prescribed by the 20 donor.
- (2) The department may enter into leases, contracts, or such other arrangements with other persons or entities as appropriate, to ensure that trust water rights acquired in accordance with this chapter may be exercised to the fullest possible extent.
- 25 (3) Trust water rights may be acquired by the state on a temporary 26 or permanent basis.

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- (4) A water right donated under subsection (1)(b) of this section shall not exceed the extent to which the water right was exercised during any of the five years before the donation nor may the total of any portion of the water right remaining with the donor plus the donated portion of the water right exceed the extent to which the water right was exercised during any of the five years before the donation. If, upon appeal from a determination by the department, it is found that exercising the trust water right resulting from the donation or exercising a portion of that trust water right impairs existing water rights in violation of RCW 90.42.070, the donation shall be altered to eliminate the impairment.
- (5) The provisions of RCW 90.03.380 and 90.03.390 do not apply to donations for instream flows described in subsection (1)(b) of this

p. 21 SB 6039

- 1 <u>section</u>, <u>but do</u> apply to <u>other</u> transfers of water rights under this 2 section.
- (((5))) (6) No funds may be expended for the purchase of water 4 rights by the state pursuant to this section unless specifically 5 appropriated for this purpose by the legislature.
- 6 (7) Any water right conveyed to the trust water right system that
 7 is expressly conditioned to limit its use to instream purposes shall be
 8 managed by the department for public purposes to ensure that it
 9 qualifies as a gift that is deductible for federal income taxation
 10 purposes for the person or entity conveying the water right.
- 11 **Sec. 25.** RCW 90.03.330 and 1987 c 109 s 89 are each amended to 12 read as follows:
- 13 (1) Upon a showing satisfactory to the department that any 14 appropriation has been perfected in accordance with the provisions of 15 this chapter, it shall be the duty of the department to issue to the 16 applicant a certificate stating such facts in a form to be prescribed by him or her, and such certificate shall thereupon be recorded with 17 18 the department. Any original water right certificate issued, as 19 provided by this chapter, shall be recorded with the department and thereafter, at the expense of the party receiving the same, be by the 20 department transmitted to the county auditor of the county or counties 21 22 where the distributing system or any part thereof is located, and be 23 recorded in the office of such county auditor, and thereafter be 24 transmitted to the owner thereof.
- (2) A certificate issued by the department under the provisions of 25 this chapter may not be revoked or diminished without specific 26 legislative or judicial direction, provided that the water right 27 represented by the certificate has not been relinquished under the 28 29 provisions of chapter 90.14 RCW, issued with ministerial errors, or obtained through the misrepresentation of the completion of the project 30 or the quantity appropriated. The department may revoke or adjust a 31 certificate if ministerial errors are discovered or if a certificate 32 has been obtained through misrepresentation. 33
- 34 **Sec. 26.** RCW 90.44.100 and 1997 c 316 s 2 are each amended to read 35 as follows:
- 36 (1) After an application to, and upon the issuance by the 37 department of an amendment to the appropriate permit or certificate of

ground water right, the holder of a valid right to withdraw public ground waters may, without losing the holder's priority of right, construct wells or other means of withdrawal at a new location in substitution for or in addition to those at the original location, or the holder may change the ((manner)) purpose or the place of use of the water.

- 7 (2) An amendment to construct replacement or a new additional well 8 or wells at a location outside of the location of the original well or 9 wells or to change the ((manner)) purpose or place of use of the water 10 shall be issued only after publication of notice of the application and findings as prescribed in the case of an original application. 11 amendment shall be issued by the department only on the conditions 12 13 (a) The additional or replacement well or wells shall tap the same body of public ground water as the original well or wells; (b) 14 15 where a replacement well or wells is approved, the use of the original 16 well or wells shall be discontinued and the original well or wells 17 shall be properly decommissioned as required under chapter 18.104 RCW; (c) where an additional well or wells is constructed, the original well 18 19 or wells may continue to be used, but the combined total withdrawal from the original and additional well or wells shall not enlarge the 20 right conveyed by the original permit or certificate; and (d) other 21 22 existing rights shall not be impaired. The department may specify an 23 approved ((manner)) purpose of construction and shall require a showing 24 of compliance with the terms of the amendment, as provided in RCW 25 90.44.080 in the case of an original permit.
- 26 (3) The construction of a replacement or new additional well or 27 wells at the location of the original well or wells shall be allowed without application to the department for an amendment. However, the 28 following apply to such a replacement or new additional well: (a) The 29 30 well shall tap the same body of public ground water as the original well or wells; (b) if a replacement well is constructed, the use of the 31 original well or wells shall be discontinued and the original well or 32 wells shall be properly decommissioned as required under chapter 18.104 33 34 RCW; (c) if a new additional well is constructed, the original well or wells may continue to be used, but the combined total withdrawal from 35 the original and additional well or wells shall not enlarge the right 36 37 conveyed by the original water use permit or certificate; (d) the construction and use of the well shall not interfere with or impair 38 39 water rights with an earlier date of priority than the water right or

p. 23 SB 6039

- rights for the original well or wells; (e) the replacement or additional well shall be located no closer than the original well to a well it might interfere with; (f) the department may specify an approved ((manner)) purpose of construction of the well; and (g) the department shall require a showing of compliance with the conditions of this subsection (3).
- 7 (4) A certificate issued by the department under the provisions of 8 this chapter may not be revoked or diminished without specific 9 legislative or judicial direction, provided that the water right represented by the certificate has not been relinquished under the 10 provisions of chapter 90.14 RCW, issued with ministerial errors, or 11 obtained through the misrepresentation of the completion of the project 12 or the quantity appropriated. The department may revoke or adjust a 13 14 certificate if ministerial errors are discovered or if a certificate 15 has been obtained through misrepresentation.
- (5) As used in this section, the "location of the original well or wells" is the area described as the point of withdrawal in the original public notice published for the application for the water right for the well.
- 20 (6) The right to use water for any beneficial use within the general category of an agricultural use includes the right to use the 21 water, without applying to the department or any other governmental 22 entity for approval, for any other beneficial use within the general 23 category of an agricultural use. The general category of an 24 agricultural use of water includes, but is not limited to, the 25 26 beneficial use of water for stock watering, agricultural irrigation, agricultural frost control, processing agricultural commodities into 27 agricultural products, and other agricultural uses. 28
- 29 **Sec. 27.** RCW 90.03.390 and 1991 c 350 s 3 are each amended to read 30 as follows:
- (1) RCW 90.03.380 shall not be construed to prevent water users 31 from making a seasonal or temporary change of point of diversion or 32 33 place of use of water when such change can be made without detriment to 34 existing rights((, but in no case shall such change be made without the permission of the water master of the district in which such proposed 35 36 change is located, or of the department. Nor shall RCW 90.03.380 be 37 construed to prevent construction of emergency interties between public 38 water systems to permit exchange of water during short term emergency

situations, or rotation in the use of water for bringing about a more economical use of the available supply, provided however, that the department of health in consultation with the department of ecology shall adopt rules or develop written guidelines setting forth standards for determining when a short-term emergency exists and the circumstances in which emergency interties are permitted. The rules or quidelines shall be consistent with the procedures established in RCW 43.83B.400 through 43.83B.420)). Water users owning lands to which water rights are attached may rotate in the use of water to which they are collectively entitled, or an individual water user having lands to which are attached water rights of a different priority, may in like manner rotate in use when such rotation can be made without detriment to other existing water rights((, and has the approval of the water master or department)). Before rotating the use of water, the water right holder shall notify the department of the change and describe the land subject to the rotation in use.

(2) A person may change the place of use of a water right without the requirement of approval under this section where the water is used on land contiguous to the place of use of the water right, the land is owned or leased by the holder of the water right, and the total amount of land to which the water is applied is not increased. Before making the change, the water right holder shall notify the department of the change and describe the land subject to the change in place of use. This subsection does not apply to the use of water within an irrigation district or to changes in use that increase the total amount of acreage irrigated under a water right.

(3) RCW 90.03.380 shall not be construed to prevent construction of emergency interties between public water systems to permit exchange of water during short-term emergency situations, or rotation in the use of water for bringing about a more economical use of the available supply, however, the department of health in consultation with the department of ecology shall adopt rules or develop written guidelines setting forth standards for determining when a short-term emergency exists and the circumstances in which emergency interties are permitted. The rules or guidelines shall be consistent with the procedures established in RCW 43.83B.400 through 43.83B.420.

Sec. 28. RCW 90.14.043 and 1985 c 435 s 1 are each amended to read 38 as follows:

p. 25 SB 6039

- 1 (1) Notwithstanding any time restrictions imposed by the provisions 2 of chapter 90.14 RCW, a person may file a claim pursuant to RCW 3 90.14.041 if such person obtains a certification from the pollution 4 control hearings board as provided in this section.
- 5 (2) A certification shall be issued by the pollution control 6 hearings board if, upon petition to the board, it is shown to the 7 satisfaction of the board that:
- 8 (a) Waters of the state have been applied to beneficial use 9 continuously (with no period of nonuse exceeding ((five)) ten 10 consecutive years) in the case of surface water beginning not later 11 than June 7, 1917, and in the case of ground water beginning not later 12 than June 7, 1945, or
- (b) Waters of the state have been applied to beneficial use continuously (with no period of nonuse exceeding five consecutive years) from the date of entry of a court decree confirming a water right and any failure to register a claim resulted from a reasonable misinterpretation of the requirements as they related to such court decreed rights.
- 19 (3) The board shall have jurisdiction to accept petitions for 20 certification from any person through September 1, 1985, and not 21 thereafter.
- (4) A petition for certification shall include complete information on the claim pursuant to RCW 90.14.051 (1) through (8), and any such information as the board may require.
- (5) The department of ecology is directed to accept for filing any claim certified by the board as provided in subsection (2) of this section. The department of ecology, upon request of the board, may provide assistance to the board pertinent to any certification petition.
- 30 (6) A certification by the pollution control hearings board or a 31 filing with the department of ecology of a claim under this section 32 shall not constitute a determination or confirmation that a water right 33 exists.
- 34 (7) The provisions of RCW 90.14.071 shall have no applicability to 35 certified claims filed pursuant to this section.
- 36 (8) This section shall have no applicability to ground waters 37 resulting from the operations of reclamation projects.

Sec. 29. RCW 90.14.160 and 1981 c 291 s 1 are each amended to read 2 as follows:

Any person entitled to divert or withdraw waters of the state through any appropriation authorized by enactments of the legislature prior to enactment of chapter 117, Laws of 1917, or by custom, or by general adjudication, who abandons the same, or who voluntarily fails, without sufficient cause, to beneficially use all or any part of said right to divert or withdraw for any period of ((five)) ten successive years after July 1, 1967, shall relinquish such right or portion thereof, and said right or portion thereof shall revert to the state, and the waters affected by said right shall become available for appropriation in accordance with RCW 90.03.250.

Sec. 30. RCW 90.14.170 and 1967 c 233 s 17 are each amended to 14 read as follows:

Any person entitled to divert or withdraw waters of the state by virtue of his ownership of land abutting a stream, lake, or watercourse, who abandons the same, or who voluntarily fails, without sufficient cause, to beneficially use all or any part of said right to withdraw or divert said water for any period of ((five)) ten successive years after July 1, 1967, shall relinquish such right or portion thereof, and such right or portion thereof shall revert to the state, and the waters affected by said right shall become available for appropriation in accordance with the provisions of RCW 90.03.250.

Sec. 31. RCW 90.14.180 and 1987 c 109 s 101 are each amended to 25 read as follows:

Any person hereafter entitled to divert or withdraw waters of the state through an appropriation authorized under RCW 90.03.330, 90.44.080, or 90.44.090 who abandons the same, or who voluntarily fails, without sufficient cause, to beneficially use all or any part of said right to withdraw for any period of ((five)) ten successive years shall relinquish such right or portion thereof, and such right or portion thereof shall revert to the state, and the waters affected by said right shall become available for appropriation in accordance with RCW 90.03.250. All certificates hereafter issued by the department of ecology pursuant to RCW 90.03.330 shall expressly incorporate this section by reference.

p. 27 SB 6039

Sec. 32. RCW 90.46.005 and 1997 c 355 s 1 are each amended to read 2 as follows:

The legislature finds that by encouraging the use of reclaimed water while assuring the health and safety of all Washington citizens and the protection of its environment, the state of Washington will continue to use water in the best interests of present and future generations.

To facilitate the use of reclaimed water as soon as is practicable, the legislature encourages the cooperative efforts of the public and private sectors and the use of pilot projects to effectuate the goals of this chapter. The legislature further directs the department of health and the department of ecology to coordinate efforts towards developing an efficient and streamlined process for creating and implementing processes for the use of reclaimed water.

It is hereby declared that the people of the state of Washington have a primary interest in the development of facilities to provide reclaimed water to replace potable water in nonpotable applications, to supplement existing surface and ground water supplies, and to assist in meeting the future water requirements of the state.

The legislature further finds and declares that the utilization of reclaimed water by local communities for domestic, agricultural, industrial, recreational, and fish and wildlife habitat creation and enhancement purposes, including wetland enhancement, will contribute to the peace, health, safety, and welfare of the people of the state of Washington. To the extent reclaimed water is appropriate for beneficial uses, it should be so used to preserve potable water for drinking purposes. Use of reclaimed water constitutes the development of new basic water supplies needed for future generations.

The legislature further finds and declares that the use of reclaimed water is not inconsistent with the policy of antidegradation of state waters announced in other state statutes, including the water pollution control act, chapter 90.48 RCW and the water resources act, chapter 90.54 RCW.

The legislature finds that other states, including California, Florida, and Arizona, have successfully used reclaimed water to supplement existing water supplies without threatening existing resources or public health.

It is the intent of the legislature that the department of ecology and the department of health undertake the necessary steps to encourage

the development of water reclamation facilities so that reclaimed water may be made available to help meet the growing water requirements of the state.

4 The legislature further finds and declares that reclaimed water 5 facilities are water pollution control facilities as defined in chapter 70.146 RCW and are eligible for financial assistance as provided in 6 7 chapter 70.146 RCW. The legislature finds that funding demonstration projects will ensure the future use of reclaimed water. 8 9 demonstration projects in RCW 90.46.110 are varied in nature and will 10 provide the experience necessary to test different facets of the standards and refine a variety of technologies so that water purveyors 11 12 can begin to use reclaimed water technology in a more cost-effective 13 manner. This is especially critical in smaller cities and communities where the feasibility for such projects is great, but there are scarce 14 15 resources to develop the necessary facilities.

The legislature further finds that the agricultural processing industry can play a critical and beneficial role in promoting the efficient use of water by having the opportunity to develop and reuse agricultural industrial reclaimed water from food processing.

- 20 **Sec. 33.** RCW 90.46.010 and 1997 c 444 s 5 are each amended to read 21 as follows:
- ((Unless the context clearly requires otherwise,)) The definitions in this section apply throughout this chapter unless the context clearly requires otherwise.
- 25 (1) "Greywater" means wastewater having the consistency and 26 strength of residential domestic type wastewater. Greywater includes 27 wastewater from sinks, showers, and laundry fixtures, but does not 28 include toilet or urinal waters.
- 29 (2) "Land application" means application of treated effluent for 30 purposes of irrigation or landscape enhancement for residential, 31 business, and governmental purposes.
- 32 (3) "Person" means any state, individual, public or private 33 corporation, political subdivision, governmental subdivision, 34 governmental agency, municipality, copartnership, association, firm, 35 trust estate, or any other legal entity whatever.
- 36 (4) "Reclaimed water" means effluent derived in any part from 37 sewage from a wastewater treatment system that has been adequately and 38 reliably treated, so that as a result of that treatment, it is suitable

p. 29 SB 6039

- 1 for a beneficial use or a controlled use that would not otherwise occur 2 and is no longer considered wastewater.
- 3 (5) "Sewage" means water-carried human wastes from residences,
- 4 buildings, industrial and commercial establishments, or other places,
- 5 together with such ground water infiltration, surface waters, or
- 6 industrial wastewater as may be present.

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- (6) "User" means any person who uses reclaimed water.
- 8 (7) "Wastewater" means water and wastes discharged from homes, 9 businesses, and industry to the sewer system.
- 10 (8) "Beneficial use" means the use of reclaimed water, that has 11 been transported from the point of production to the point of use 12 without an intervening discharge to the waters of the state, for a 13 beneficial purpose.
- 14 (9) "Direct recharge" means the controlled subsurface addition of 15 water directly to the ground water basin that results in the 16 replenishment of ground water.
- 17 (10) "Ground water recharge criteria" means the contaminant 18 criteria found in the drinking water quality standards adopted by the 19 state board of health pursuant to chapter 43.20 RCW and the department 20 of health pursuant to chapter 70.119A RCW.
- 21 (11) "Planned ground water recharge project" means any reclaimed 22 water project designed for the purpose of recharging ground water, via 23 direct recharge or surface percolation.
- 24 (12) "Reclamation criteria" means the criteria set forth in the 25 water reclamation and reuse interim standards and subsequent revisions 26 adopted by the department of ecology and the department of health.
- 27 (13) "Streamflow augmentation" means the discharge of reclaimed 28 water to rivers and streams of the state or other surface water bodies, 29 but not wetlands.
- 30 (14) "Surface percolation" means the controlled application of 31 water to the ground surface for the purpose of replenishing ground 32 water.
- 33 (15) "Wetland or wetlands" means areas that are inundated or 34 saturated by surface water or ground water at a frequency and duration 35 sufficient to support, and that under normal circumstances do support, 36 a prevalence of vegetation typically adapted to life in saturated soil 37 conditions. Wetlands generally include swamps, marshes, bogs, and 38 similar areas. Wetlands regulated under this chapter shall be

- 1 delineated in accordance with the manual adopted by the department of 2 ecology pursuant to RCW 90.58.380.
- 3 (16) "Constructed beneficial use wetlands" means those wetlands
 4 intentionally constructed on nonwetland sites to produce or replace
 5 natural wetland functions and values. Constructed beneficial use
 6 wetlands are considered "waters of the state."
- 7 (17) "Constructed treatment wetlands" means those wetlands 8 intentionally constructed on nonwetland sites and managed for the 9 primary purpose of wastewater or storm water treatment. Constructed 10 treatment wetlands are considered part of the collection and treatment 11 system and are not considered "waters of the state."
- 12 (18) "Agricultural industrial reclaimed water" means water that has
 13 been used for the purpose of agriculture processing and has been
 14 adequately and reliably treated, so that as a result of that treatment,
 15 it is suitable for other agricultural water use.
- (19) "Agricultural processing" means the processing of crops or milk to produce a product primarily for wholesale or retail sale for human or animal consumption, including but not limited to potato, fruit, vegetable, and grain processing.
- (20) "Agricultural water use" means the use of water for irrigation and other uses related to the production of agricultural products.

 These uses include, but are not limited to, construction, operation, and maintenance of agricultural facilities and livestock operations at farms, ranches, dairies, and nurseries. Examples of these uses include, but are not limited to, dust control, temperature control, and fire control.
- NEW SECTION. **Sec. 34.** A new section is added to chapter 90.46 RCW to read as follows:
- 29 The owner of an agricultural processing plant that generates agricultural industrial reclaimed water may obtain a permit from the 30 department of ecology for application of that water to agricultural 31 32 The department of ecology may issue an agricultural 33 reclaimed water permit under chapter 90.48 RCW to the owner of the 34 agricultural processing plant who may then distribute the water through methods including, but not limited to, irrigation systems, subject to 35 36 provisions in the permit governing the location, rate, water quality, and purpose. In cases where the department of ecology determines that 37 a significant risk to public health exists, in land application of the 38

p. 31 SB 6039

- $1\,$ water, the department must refer the application to the department of
- 2 health for review and consultation.
- 3 The owner of the agricultural processing plant who obtains a permit
- 4 under this section has the exclusive right to the use of any
- 5 agricultural industrial reclaimed water generated from the plant and to
- 6 the distribution of such water through facilities including irrigation
- 7 systems. Use and distribution of the water by the owner is exempt from
- 8 the permit requirements of RCW 90.03.250, 90.03.380, 90.44.060, and
- 9 90.44.100.
- 10 **Sec. 35.** RCW 90.03.252 and 1997 c 444 s 2 are each amended to read
- 11 as follows:
- 12 The permit requirements of RCW 90.03.250 do not apply to the use of
- 13 reclaimed water by the owner of a wastewater treatment facility under
- 14 the provisions of RCW 90.46.120 and do not apply to the use of
- 15 agricultural industrial reclaimed water as provided under section 34 of
- 16 this act.
- 17 **Sec. 36.** RCW 90.44.062 and 1997 c 444 s 3 are each amended to read
- 18 as follows:
- 19 The permit requirements of RCW 90.44.060 do not apply to the use of
- 20 reclaimed water by the owner of a wastewater treatment facility under
- 21 the provisions of RCW 90.46.120 and do not apply to the use of
- 22 agricultural industrial reclaimed water as provided under section 34 of
- 23 this act.
- 24 <u>NEW SECTION.</u> **Sec. 37.** This act is necessary for the immediate
- 25 preservation of the public peace, health, or safety, or support of the
- 26 state government and its existing public institutions, and takes effect
- 27 immediately.

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